

2017-11-28

RESOLUTION NO.

PARLIAMENT

WHEREAS by section 3 of the *CLICO International Life Insurance Ltd. (Guarantee) Act, 2015* (Act 2015-25) the Government is authorised to give certain guarantees which would facilitate the preservation of investments made by policyholders of CLICO International Life Insurance Ltd.;

AND WHEREAS by section 4 of the said Act it is provided that the Government may, by a resolution of both Houses of Parliament, guarantee the payment of principal and interest due in respect of bonds issued by New Life Investment Company Inc. to CLICO International Life Insurance Ltd. for an amount not exceeding \$65 million;

AND WHEREAS the Government considers it necessary to issue said guarantee in respect of bonds in the amount of \$34 million in order to facilitate the transfer of the real estate assets of CLICO International Life Insurance Ltd. in Barbados to New Life Investment Company Inc.;

AND WHEREAS the said sum of BDS\$34 million is within the authorised limit given to the Government under section 4 of the said Act;

BE IT RESOLVED therefore that Parliament approve the issuing of a guarantee of the payment of the principal and interest due in respect of \$34 million in bonds issued by New Life Investment Company Inc. to CLICO International Life Insurance Ltd. on the terms and conditions contained in the Agreement, the main provisions of which are set out in the *Schedule*.

APPROVED by the House of Assembly this day of ,
2017.

Speaker

APPROVED by the Senate this day of ,
2017.

President

SCHEDULE

TERMS AND CONDITIONS

Facility:	NEWLIFE 6.75% 10 Year Property Bond 2027
Issuer:	New Life Investment Company Inc.
Subscriber:	CLICO Life Insurance Limited (Under Judicial Management)
Amount:	BDS\$34,000,000.00
Purpose:	To facilitate the restructuring of CLICO International Life Insurance Ltd.
Guarantee:	The Bond will be guaranteed by the Government of Barbados.
Term:	Ten (10) Years
Transferability:	The Bond shall be transferrable to a third party without penalty.
Repayment:	<ul style="list-style-type: none">(a) Principal to be repaid at maturity and interest paid semi-annually over the life of the Bond.(b) The Issuer may make early repayment of the principal sum and interest accrued at the date of early repayment provided it gives written notice to the Subscriber on the instalment date prior to the instalment date for which early repayment is intended.
Interest Rate:	<ul style="list-style-type: none">(a) The rate of interest to be applied to the principal sum outstanding shall be 6.75% per annum over the term of the facility.(b) Interest shall be calculated on the basis of the actual number of days elapsed and a 365 day year.
Bond Ranking:	The Bond will rank <i>pari passu</i> with all other debts of the Issuer.